



**CITY OF LODI  
COUNCIL COMMUNICATION**

**AGENDA TITLE:** Adopt Resolution Approving Impact Mitigation Fee Program Annual Report for Fiscal Year 2008/09

**MEETING DATE:** September 2, 2009

**PREPARED BY:** Public Works Director

**RECOMMENDED ACTION:** Adopt a resolution approving the Impact Mitigation Fee Program Annual Report for Fiscal Year 2008/09.

**BACKGROUND INFORMATION:** The City's Development Impact Mitigation (IM) Fee program consists of eight separate fee categories/funds, plus the public art set-aside. They are Water, Wastewater, Streets, Storm, Police, Fire, Parks and Recreation and General City Facilities. The fees can only be used for new capital improvements/equipment needed to accommodate new growth. The fees were established in 1991 and updated last in 2006.

In accordance with California State annual reporting requirements, staff has prepared the following exhibits:

Exhibit A. – A summary of the current and past fees, beginning and ending balances for each fee account, total fees collected, interest earned, and total expenditures from each account for FY 2008/09.

Exhibit B. – A summary by account of public improvement projects on which fees were expended during FY 2008/09.

In general, revenues for the prior fiscal year fell under budget estimates. Shortfalls generally do not affect operations as all the funds are for capital improvements and associated costs (such as engineering). An exception is the Wastewater IM Fund that is obligated to pay approximately \$1.8 million per year for White Slough Water Pollution Control Facility Improvements. As previously reported to the Council, future revenues to the Wastewater IM Fund (entirely from redevelopment and new development) are expected to fall short of the debt service payments for the next four years by an accumulative amount of approximately \$5.0 million. Wastewater rates are the source of funding being used to cover the shortfall. It is projected to take an additional five years beyond the next four before the rates are reimbursed from future development revenues.

Revenue from some of the funds is being used to reimburse other funds for costs of past projects that were advanced ahead of the funds being available. These include a \$1.225 million loan from the Water IM Fund to the Fire IM Fund for construction of Fire Station No. 4. This loan is not expected to be repaid for 20 years or longer. Additionally, the Parks IM Fund has loaned \$278,000 to the Streets IM Fund that will be repaid this fiscal year.

APPROVED:

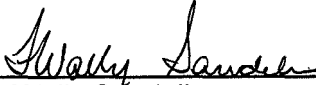
  
Blair King, City Manager

In the coming fiscal year, new projects funded by the IM program will be brought forward in the storm drainage, parks, and water areas. With the exception Water Well No. 28, the improvements will be funded by the various IM fund balances. Water Well No. 28 is an important water project that will be recommended for funding via a loan from the Water Capital Fund but by a separate action of the Council.

Per State law, this information needs to be available to the public at least 15 days prior to review by the City Council. This information has been posted on the City's website and media, such as the *Lodi News Sentinel* and the *Stockton Record*, have been notified as to where to obtain the report.

**FISCAL IMPACT:** None.

**FUNDING AVAILABLE:** None required.

  
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F. Wally Sandelin  
Public Works Director

Prepared by Rebecca Areida, Management Analyst

FWS/RA/pmf

Attachments

RESOLUTION NO. 2009-124

A RESOLUTION OF THE LODI CITY COUNCIL  
APPROVING THE IMPACT MITIGATION  
FEE PROGRAM ANNUAL REPORT FOR  
FISCAL YEAR 2008-09

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NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council hereby approves the Impact Mitigation Fee Program Annual Report for fiscal year 2008-09, as shown on Exhibits A and B attached and made a part of this Resolution.

Dated: September 2, 2009

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I hereby certify that Resolution No. 2009-124 was passed and adopted by the City Council of the City of Lodi in a regular meeting held September 2, 2009, by the following vote:

AYES: COUNCIL MEMBERS – Hitchcock, Katzakian, and Mayor Hansen

NOES: COUNCIL MEMBERS – None

ABSENT: COUNCIL MEMBERS – Johnson and Mounce

ABSTAIN: COUNCIL MEMBERS – None

  
RANDI JOHL  
City Clerk

	A	B	C	D	E	F	G	H	I	J	K
1	<b>EXHIBIT A</b>										
2	<b>IMPACT MITIGATION FEE PROGRAM</b>										
3	<b>FY 2008/09 Annual Report</b>										
4											
5											
6	Fee:	Wastewater	Water	Storm Drain	Streets	Regional Transp	Police	Fire	Parks & Rec	General Facilities	Art in PP
7	Fund#:	173	182	326	332	338	1215	1216	1217	1218	1214
8											
9	Fee Amount 7/1/08 12/31/08(1)	5,356	5,046	18,454	14,355	2,837	1,983	1,938	27,868	8,012	2%
10	Fee Amount 1/1/09 6/30/09 (1)	5,785	5,334	19,508	15,175	2,837	2,097	2,049	29,461	8,470	2%
11											
12	Fund Balance - Beginning of Year	9,031,689.53	1,258,481.90	3,887,127.1	471,79614	589,494.85	261,521.39	(1,358,0153)	3,079,605.58	311,391.95	420,274.93
13											
14	Revenues:										
15	Investment Revenues	235,705.51	(6,619.81)	123,663.97	26,737.91	20,139.98	9,181.51	(3,381.56)	81,164.24	7,534.42	9,221.64
16	Impact Mitigation Fees	261,889.39	13,086.43	178,207.70	33,984.36	102,812.15	5,735.32	4,970.34	50,268.98	9,526.11	6,137.17
17	Other Revenue		6,750.00	115,970.00	231.57						
18											
19	Total Revenue	497,594.90	13,216.62	417,841.67	60,953.84	122,952.13	14,916.83	1,588.78	131,433.22	17,060.53	15,358.81
20											
21											
22	Expenditures:										
23	Capital Projects	(372,757.96)	(502,135.03)	(310,895.69)	(473,489.69)	(46,522.97)	0.00	0.00	0.00	(389,196.76)	(166,333.83)
24											
25	Total Expenditures	(372,757.96)	(502,135.03)	(310,895.69)	(473,489.69)	(46,522.97)	0.00	0.00	0.00	(389,196.76)	(166,333.83)
26											
27											
28	Other Sources (Uses):										
29	Operating Transfers In										
30	Operating Transfers Out	(7,076,961.00)			(96,105.96)						
31											
32	Total Other Sources (Uses)	(7,076,961.00)	0.00	0.00	(96,105.96)	0.00	0.00	0.00	0.00	0.00	0.00
33											
34											
35	Total Fund Balance - End of Year	\$2,079,565.47	\$ 769,563.49	\$3,994,073.09	(\$36,845.67)	665,924.01	\$276,438.22	(\$1,356,422.75)	\$3,211,038.80	(\$60,744.28)	\$269,299.91
36	Change in Receivables/Payables (2)	(6,899.69)	11,727.92	16,529.11	402.83	(2,209.44)	(917.18)	435.47	(9,730.12)	51,481.71	(893.50)
37	Interfund Loans		(1,225,172.57)		278,385.00			1,225,172.57	(278,385.00)		
38	Cash Balance - End of Year	\$2,072,665.78	\$ (443,881.16)	\$4,010,602.20	\$241,942.16	\$663,714.57	\$275,521.04	(\$130,814.71)	\$2,922,923.68	(\$9,262.57)	\$268,406.41
39											
40		(1) Fees listed are per acre for one Residential Acre Equivalent (RAE). Each land use presents a different demand for services that are reflected in RAE adjustment factors per LMC 15.64.070.									
41		RTIF fee listed is for one residential single family dwelling unit equivalent.									
42		Wastewater fees listed are per dwelling unit equivalent									
43											
44											
45		(2) Difference between investments and accounts/retentions payable									

**Cell: 830**

**Comment:** Transfer to Operations Fund **170** and White Slough Capital Fund **172** for past debt service

**Cell: E30**

**Comment:** Final COG loan payment for Hwy **12/99** project.

**Cell: C37**

**Comment:** Loan to Fire IMF for Fire Station **#4** project.

**Cell: E37**

**Comment:** Loan from Parks & Rec IMF for Lower Sacramento Rd project

**Cell: H37**

**Comment:** Loan from Water IMF for Fire Station **#4** project.

**Cell: I37**

**Comment:** Loan to Regional Street IMF for Lower Sacramento Rd project.

**EXHIBIT B**  
**IMPACT MITIGATION FEE PROGRAM**  
**SUMMARY OF PUBLIC IMPROVEMENT PROJECT EXPENDITURES**  
**FY 2008109**

Project No.	Account No.	Description	wastewater	Water 182	Storm Drain 326	Streets 332	RTIF 338	Police	Fire 1216	Parks & Rec 1217	General Facilities 1218	Art in Public Pl 1214
		173010 GPS Control Grid	14,666.24									
		173050 Collection Master Plan	56,016.55									
		173356 MSC Fleet Services Shop	302,075.17									
		182004 Vintneh Square		42,031.00								
		182005 Surface Water Design		92,020.01								
		182010 GPS Control Grid		14,666.25								
		182013 Sacramento Street Water Main		43,657.42								
		182356 MSC Fleet Services Shop		303,562.53								
		182463 Well #27		3,031.94								
		182465 Well #28		3,165.88								
		326004 Vintner's Square			221,835.90							
		326010 GPS Control Grid			14,666.25							
		326017 G-Basin			74,393.54							
		332004 Vintner's Square				158,978.60						
		332010 GPS Control Grid				14,666.26						
		332356 MSC-Fleet Services Shop				299,844.83						
		338501 Regional Transportation Fees (SJ County, SJCOG)					46,522.97					
		1214005 Celebrate the Harvest										38,250.00
		1214006 Sacramento Street Mural										46,000.00
		1214007 Better Days										64,500.00
		1214008 Project Lodi Art										3,583.83
		1214009 Japan town mural										14,000.00
		1218003 Library Phase I Remodel									121,683.24	
		1218050 General Plan									267,513.52	
		<b>Total</b>	<b>372,757.96</b>	<b>502,135.03</b>	<b>310,895.69</b>	<b>473,489.69</b>	<b>46,522.97</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>389,196.76</b>	<b>166,333.83</b>